

Submit 3 Copies To Appropriate District Office
District I •
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Ave., Artesia, NM 88210
District III
1000 Rio Brazos Rd., Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
Energy, Minerals and Natural Resources

Form C-103
Revised June 10, 2003

OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87505

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| SUNDRY NOTICES AND REPORTS ON WELLS (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.) | | WELL API NO. 30-015-33038 |
| 1. Type of Well: Oil Well <input type="checkbox"/> Gas Well <input checked="" type="checkbox"/> Other | | 5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input checked="" type="checkbox"/> |
| 2. Name of Operator Yates Petroleum Corporation | | 6. State Oil & Gas Lease No. |
| 3. Address of Operator 105 S. 4 th Street, Artesia, NM 88210 | | 7. Lease Name or Unit Agreement Name Ribbon BDR |
| 4. Well Location Unit Letter <u>E</u> : <u>1650</u> feet from the <u>North</u> line and <u>990</u> feet from the <u>West</u> line Section <u>33</u> Township <u>18S</u> Range <u>26E</u> NMPM <u>Eddy</u> County | | 8. Well Number 1 |
| 11. Elevation (Show whether DR, RKB, RT, GR, etc.) 3388'GR | | 9. OGRID Number 025575 |
| | | 10. Pool name or Wildcat Chester |

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|--------------------------------------------------------------------------------------------|------------------------------------------------------------------------------------------------|
| 12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data | |
| NOTICE OF INTENTION TO: | SUBSEQUENT REPORT OF: |
| PERFORM REMEDIAL WORK <input type="checkbox"/> PLUG AND ABANDON <input type="checkbox"/> | REMEDIAL WORK <input type="checkbox"/> ALTERING CASING <input type="checkbox"/> |
| TEMPORARILY ABANDON <input type="checkbox"/> CHANGE PLANS <input type="checkbox"/> | COMMENCE DRILLING OPNS. <input type="checkbox"/> PLUG AND ABANDONMENT <input type="checkbox"/> |
| PULL OR ALTER CASING <input type="checkbox"/> MULTIPLE COMPLETION <input type="checkbox"/> | CASING TEST AND CEMENT JOB <input type="checkbox"/> |
| OTHER: <input type="checkbox"/> | OTHER: Spud, surface and intermediate casing <input checked="" type="checkbox"/> |

13. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 1103. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

12/19/03 – Spudded well. Set 40' of conductor.
12/26/03 – Resumed drilling at 8:00 AM. Set 13-3/8" 48# casing at 550'. Cemented with 600 sx "C" with additives. Cement circulated to surface. WOC 21 hrs 45 mins. Reduced hole to 12-1/4" and resumed drilling.
12/28/03 – Set 9-5/8" 36# casing at 1212'. Cemented with 185 sx 35:65:6 with additives. Tailed in with 200 sx "C" with additives. Cement did not circulate. Ran 1" cement to surface with 225 sx Class "C" Neat. WOC 39 hrs 30 mins. Reduced hole and resumed drilling.

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE: Tina Huerta TITLE: Regulatory Compliance Supervisor DATE: December 31, 2003

Type or print name Tina Huerta E-mail address: tinah@ypcnm.com Telephone No. 505-748-1471

(This space for State use) Jim W. Gurm District Supervisor JAN 5 2004

APPROVED BY: [Signature] TITLE: District Supervisor DATE: JAN 5 2004

Conditions of approval, if any: